

## Exhibit G

### **Increase in Agency Inclusionary Obligation**

Exhibit G identifies agencies' increased (future) obligations to ensure a greater number of units are made affordable within the next ten years. This exhibit reflects the results of project area housing activities that fall under the inclusionary or production requirement of Section 33413(b) which agencies must plan to meet in ten year intervals (refer to discussion at Exhibit E). The inclusionary requirement, as amended in 1994 and 2001, applies to all new dwelling units developed and also substantially rehabilitated units that agencies financially assisted within project areas. This requirement obligates agencies to ensure that a specified percentage of applicable project area units are affordable to low- and moderate-income households.

Based on new construction and applicable rehabilitation activity completed within redevelopment project areas over the reporting year, Exhibit G identifies the resulting statewide increase in agencies' inclusionary obligation. Local agencies must, within ten years, ensure an additional 1,467 dwelling units are affordable within project areas. This inclusionary increase is based on agencies reporting agency developed and non-agency developed new construction of 7,335 units and 633 rehabilitations that triggered the applicable inclusionary requirement of either 30 percent or 15 percent as discussed below.

Housing activity reported as "agency developed" (Part I) generates the project area requirement that at least 30 percent of all new and substantially rehabilitated units shall be available at an affordable housing cost to persons and families of low- or moderate-income. Agencies reported a total of 1,810 housing units that triggered the inclusionary obligation to ensure 543 additional project area units are produced within a ten year interval that are affordable to low- and moderate-income households. In addition, 272 of these dwelling units must be affordable to very low-income households based on Section 33413(b)(1) which specifies that at least 50 percent of the inclusionary units shall be occupied by very low-income households.

Project area activity by public or private entities or persons reported as "non-agency developed" (Part II) triggers a 15 percent inclusionary requirement. Section 33413(b)(2) specifies that at least 40 percent of these inclusionary units shall be occupied by very low-income households. Based on 6,158 new and substantially rehabilitated units, agencies increased their inclusionary obligation by 924 of which 369 must be affordable to very low-income households.